

# What else could we do with the Republican tax cuts?

Tax Cut	Cost	Beneficiaries	Alternatives
<b>Repeal of “PEP and Pease”</b> <i>Abolishment would make larger percentages of wealthy Americans’ income subject to taxation</i>	•\$146 billion over 20 years	•Households making over \$200,000 a year enjoy 97% of the benefits	•Would pay for Katrina reconstruction twice
Increase marginal rates for two top tax brackets by about 3%	•\$400 billion in 10 years	•Households making more than \$500,000 a year	•Would pay for Katrina reconstruction 5.7 times
Change current tax incentives that encourage multi-national corporations to move production overseas	•\$33 billion in 5 years		•Would pay for half of Katrina Reconstruction

# Cutting the Budget to Rebuild Iraq

*Republicans: Paying to Rebuild Baghdad but Not Biloxi*

## Iraq Projects

**\$508.5 Million**

Transportation and Communication,  
including constructing 28 railroad  
stations in Iraq's southern provinces

**\$4.07 Billion**

Electricity Projects:  
generation and distribution

**\$1.72 billion**

Oil infrastructure

## Budget Cuts

**\$505 million**

Maintain all new student loan  
interest rates at current, lower levels

**\$4.9 billion**

Child Support

**\$1.76 billion**

Farm commodity and conservation  
program cuts